

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF NORTH SHELBY WATER) CASE NO. 2011-00216
COMPANY)

ORDER

On June 27, 2011, North Shelby Water Company ("North Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. North Shelby purchases water from Louisville Water Company ("Louisville"), Shelbyville Municipal Water and Sewer Commission ("Shelbyville"), Frankfort Electric and Water Plant Board ("Frankfort"), and West Shelby Water District ("West Shelby").

2. Louisville notified North Shelby that, effective July 1, 2011, its volumetric wholesale rate to North Shelby would increase from \$1.71 per 1,000 gallons to \$1.87 per 1,000 gallons and its meter charge for its four meters would increase from \$395.52 per month to \$482.32 per month.

3. North Shelby proposes a purchased water adjustment factor of \$0.12 per 1,000 gallons.

¹ KRS 278.012; 807 KAR 5:068.

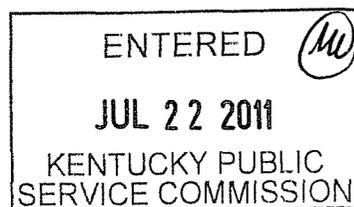
4. During the 12 months ending April 30, 2011, North Shelby purchased 293,619,000 gallons of water from Louisville, 3,127,350 gallons of water from Shelbyville, 172,391,000 gallons of water from Frankfort, and 420,930 gallons of water from West Shelby. It sold 401,103,800 gallons. The increase in the cost of purchased water is \$48,020.64, resulting in a purchased water adjustment factor of \$0.12 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.12 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. North Shelby's proposed rates are approved.
2. The purchased water adjustment factor of \$0.12 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for service rendered on or after July 1, 2011.
4. North Shelby's proposed tariff sheet filed with the application is approved.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00216 DATED **JUL 22 2011**

	New Rate	Base Rate
Louisville		
Purchases in gallons	293,619,000	293,619,000
Volumetric rate	<u>\$1.87 /1,000</u>	<u>\$ 1.71/1,000</u>
	\$549,067.53	\$502,088.49
Meter Charge, 4 Meters	\$482.32	\$395.52
x 12 Months	<u> x12</u>	<u> x12</u>
	\$5,787.84	\$4,746.24
	Increased water cost	\$48,020.64

Increased water cost	\$ 48,020.64
Divided by gallons sold	<u>401,103,800</u>
Purchased water adjustment factor	\$ 0.12 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00216 DATED JUL 22 2011

The following rates and charges are prescribed for the customers in the area served by North Shelby Water Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" Meter

First	2,000 gallons	\$15.21	Minimum Bill
Next	3,000 gallons	6.22	per 1,000 gallons
Next	5,000 gallons	4.84	per 1,000 gallons
Next	40,000 gallons	4.15	per 1,000 gallons
Over	50,000 gallons	3.47	per 1,000 gallons

1" Meter

First	5,000 gallons	\$33.87	Minimum Bill
Next	5,000 gallons	4.84	per 1,000 gallons
Next	40,000 gallons	4.15	per 1,000 gallons
Over	50,000 gallons	3.47	per 1,000 gallons

1 1/2" Meter

First	10,000 gallons	\$58.07	Minimum Bill
Next	40,000 gallons	4.15	per 1,000 gallons
Over	50,000 gallons	3.47	per 1,000 gallons

2" Meter

First	15,000 gallons	\$78.82	Minimum Bill
Next	35,000 gallons	4.15	per 1,000 gallons
Over	50,000 gallons	3.47	per 1,000 gallons

3" Meter

First	35,000 gallons	\$161.82	Minimum Bill
Next	15,000 gallons	4.15	per 1,000 gallons
Over	50,000 gallons	3.47	per 1,000 gallons

Jerry Ruble
Chairman
North Shelby Water Company
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